

Prudential and Structural Islamic Financial Indicators (PSIFIs) for Islamic Banks

Country:		Kuwait																		
Time period covered :		Starting Period: 2013A						Ending Period: 2017Q2												
Core Prudential Islamic Financial Indicators (PIFIs)																				
Code	Indicator	Standard	Currency	Units	2013A	2014Q1	2014Q2	2014Q3	2014Q4	2015Q1	2015Q2	2015Q3	2015Q4	2016Q1	2016Q2	2016Q3	2016Q4	2017Q1	2017Q2	
End-of-period exchange rate (KWD / USD):					0.284	0.282	0.282	0.284	0.285	0.300	0.302	0.302	0.303	0.302	0.301	0.306	0.305	0.303		
Capital Adequacy : Basel Standard																				
CP01a	CAR				19.2%	18.5%	18.5%	18.8%	17.4%	17.3%	16.6%	16.3%	17.2%	17.4%	18.0%	17.9%	18.7%	18.9%	18.4%	
	Total regulatory capital	Basel III			...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Risk-weighted assets (RWA)	Basel III			...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
CP02a	Tier 1 capital to RWA				18.9%	18.3%	18.3%	18.5%	16.0%	16.0%	15.3%	15.0%	16.1%	16.0%	16.5%	16.4%	17.2%	17.4%	16.9%	
	Tier 1 capital ¹	Basel III			...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	RWA	Basel III			...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
CP03a	Common Equity Tier 1 (CET1) capital to RWA				...	...	...	...	15.1%	15.1%	14.4%	14.1%	15.7%	15.6%	15.6%	15.6%	16.0%	15.8%	15.4%
	CET1 capital	Basel III			...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	RWA	Basel III			...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
Capital Adequacy: IFSB Formula																				
CP01b	CAR (IFSB)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Total regulatory capital				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	RWA				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
CP02b	Tier 1 capital to RWA (IFSB)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Tier 1 capital				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	RWA				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
CP03b	Common Equity Tier 1 (CET1) capital to RWA (IFSB)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	CET1 capital				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	RWA				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
Asset Quality																				
CP04	Gross nonperforming financing (gross NPF) ratio				4.0%	4.4%	4.0%	3.6%	3.5%	3.3%	3.3%	3.4%	2.5%	2.5%	2.5%	2.2%	2.2%	2.4%	2.4%	
	Gross NPF				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Total financing				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
CP05	Net nonperforming financing (net NPF) to capital				4.6%	7.3%	6.3%	4.0%	4.3%	3.5%	4.3%	4.0%	1.6%	1.5%	1.7%	-1.7%	-1.8%	-0.1%	-0.7%	
	Net NPF				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Total regulatory capital				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
CP06	Provisions for gross nonperforming financing (gross NPF)				76.1%	67.8%	71.5%	79.9%	77.7%	81.2%	77.9%	79.7%	89.0%	90.2%	88.6%	113.5%	115.5%	101.1%	105.6%	
	Provisions				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Gross NPF				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
Earnings																				
CP07	Return on assets (ROA)⁵				1.0%	1.1%	1.1%	1.0%	1.5%	1.2%	1.2%	1.3%	1.3%	1.1%	1.1%	1.3%	0.9%	1.3%	1.3%	
	Net income (before extraordinary items, taxes, and Zakat)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Total assets				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
CP08	Return on equity (ROE)⁵				8.2%	9.1%	8.9%	8.3%	13.0%	10.3%	9.7%	10.8%	10.8%	9.8%	9.6%	11.2%	7.8%	11.2%	11.0%	
	Net income (before extraordinary items, taxes, and Zakat)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Equity				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
CP09	Net profit margin⁵				13.4%	19.4%	20.0%	17.2%	21.0%	22.6%	22.7%	24.8%	18.4%	21.8%	20.1%	24.8%	17.0%	25.1%	24.0%	
	Net income (before extraordinary items, taxes, and Zakat)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Gross income				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
CP10	Cost to income⁵				51.4%	54.8%	45.5%	51.0%	18.0%	43.1%	37.2%	37.9%	31.1%	42.5%	34.7%	30.7%	30.5%	31.1%	31.1%	
	Operating costs				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Gross income				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
Leverage																				
CP11	Capital to assets (balance sheet definition)				12.6%	11.6%	11.2%	11.2%	10.5%	10.3%	10.2%	10.2%	10.7%	10.3%	10.6%	10.6%	11.4%	11.5%	11.1%	

Code	Indicator	Standard	Currency	Units	2013A	2014Q1	2014Q2	2014Q3	2014Q4	2015Q1	2015Q2	2015Q3	2015Q4	2016Q1	2016Q2	2016Q3	2016Q4	2017Q1	2017Q2
	Tier 1 capital ¹				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Total assets				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
CP12	Leverage (regulatory definition)				...	...	...	...	9.1%	8.9%	8.8%	8.8%	9.5%	9.1%	9.3%	9.3%	9.9%	10.0%	9.7%
	Tier 1 capital ¹				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Exposure				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
Liquidity																			
CP13	Liquid assets ratio				26.4%	34.3%	33.5%	32.5%	36.5%	37.2%	32.4%	32.2%	32.2%	33.7%	33.4%	30.9%	28.6%	32.0%	30.8%
	Liquid assets				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Total assets				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
CP14	Liquid assets to short-term liabilities				38.0%	50.1%	47.2%	46.2%	51.0%	54.1%	44.9%	47.1%	43.9%	46.5%	46.3%	42.8%	39.5%	44.5%	43.7%
	Liquid assets				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Short-term liabilities				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
CP15	Liquidity coverage ratio (LCR)				...	...	...	...	...	258.6%	196.1%	155.6%	211.6%	164.0%	191.7%	...	...	...	...
	Stock of <i>Shar'ah</i> -compliant high quality liquid assets				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Total net cash outflows over the next 30 calendar days				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
CP16	Net stable funding ratio (NSFR)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Available stable funding (ASF)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Required stable funding (RSF)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
Sensitivity to Risks																			
CP17	Net foreign exchange open position to capital				2.7%	1.2%	2.5%	2.6%	3.6%	3.1%	2.4%	3.1%	3.1%	1.4%	2.5%	2.1%	2.9%	2.2%	4.8%
	Net FX open position				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Total regulatory capital				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
CP18	Large exposures to capital				45.2%	62.0%	71.6%	69.2%	53.0%	61.0%	66.1%	65.7%	55.0%	59.9%	71.4%	88.1%	70.9%	55.6%	73.4%
	Value of large exposures				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Total regulatory capital (or balance sheet capital) *				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
CP19	Growth of financing to private sector				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Total financing at end of current period				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Total financing at end of same period in previous year				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...

Additional Prudential Islamic Financial Indicators (PIFIs)

Code	Indicator	Currency	Units	2013A	2014Q1	2014Q2	2014Q3	2014Q4	2015Q1	2015Q2	2015Q3	2015Q4	2016Q1	2016Q2	2016Q3	2016Q4	2017Q1	2017Q2
AD01	Income distributed to investment account holder (IAH) out of total income from assets funded by profit-sharing investment accounts (PSIAs)			...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Income distributed to IAH			...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Total income from assets funded by PSIA			...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
AD02	Total off-balance sheet items to total assets			24.6%	21.7%	21.2%	21.1%	22.1%	21.8%	21.8%	21.8%	16.5%	17.1%	18.0%	17.5%	17.8%	18.0%	17.4%
	Off-balance sheet items			...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Total assets			...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
AD03	Foreign-currency denominated funding to total funding			29.1%	28.0%	29.6%	30.5%	30.7%	29.9%	31.8%	30.6%	31.7%	31.2%	32.3%	32.4%	31.4%	30.5%	31.5%
	FX funding ²			...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Total funding			...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
AD04	Foreign-currency denominated financing to total financing			30.1%	30.1%	39.7%	41.3%	30.7%	30.4%	31.1%	29.0%	29.8%	31.2%	30.7%	29.6%	28.3%	27.3%	27.7%
	FX financing ²			...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Total financing			...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
AD05	Value of Sukūk holdings to capital			27.6%	30.4%	30.7%	31.4%	37.4%	38.3%	37.7%	38.7%	35.7%	38.9%	43.4%	45.1%	45.9%	48.8%	52.9%
	Sukūk holdings			...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Total regulatory capital*			...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
AD06	Value (or percentage) of Shar'ah-compliant financing by economic activity																	
	Value of Shar'ah-compliant financing																	
	Oil/gas			0.9%	0.9%	0.8%	0.7%	0.7%	0.7%	0.8%	0.7%	0.7%	0.6%	0.9%	1.4%	2.2%	3.3%	3.0%
	Trade			11.0%	10.6%	11.0%	11.1%	10.9%	11.1%	11.2%	11.3%	10.9%	11.2%	11.1%	11.2%	10.9%	11.3%	11.3%
	Industry			6.0%	5.7%	5.5%	5.6%	5.5%	5.4%	5.2%	5.0%	5.5%	6.0%	6.0%	6.0%	5.5%	4.9%	5.5%
	Construction			6.2%	5.9%	5.9%	6.0%	6.1%	5.8%	5.8%	5.9%	5.6%	5.7%	6.1%	6.4%	6.4%	6.4%	6.3%
	Real Estate			29.6%	29.0%	28.8%	28.5%	28.3%	28.1%	26.7%	27.1%	26.4%	25.3%	25.6%	24.4%	25.1%	25.1%	25.4%

Code	Indicator	Standard	Currency	Units	2013A	2014Q1	2014Q2	2014Q3	2014Q4	2015Q1	2015Q2	2015Q3	2015Q4	2016Q1	2016Q2	2016Q3	2016Q4	2017Q1	2017Q2
	Equity purchase loans				1.5%	1.5%	1.3%	1.3%	1.2%	1.2%	1.3%	1.4%	1.4%	1.6%	1.6%	1.7%	1.2%	1.2%	1.0%
	Of which: Corporate				1.3%	1.3%	1.2%	0.4%	0.4%	0.4%	0.3%	0.4%	0.3%	0.3%	0.3%	0.4%	0.4%	0.4%	0.2%
	Of which: individuals				0.2%	0.2%	0.2%	0.8%	0.8%	0.9%	0.9%	1.0%	1.0%	1.3%	1.3%	1.3%	0.9%	0.8%	0.8%
	Agriculture/fishing				0.4%	0.5%	0.4%	0.5%	0.5%	0.4%	0.4%	0.4%	0.4%	0.4%	0.4%	0.3%	0.3%	0.3%	0.3%
	Investment companies				3.7%	3.5%	3.6%	3.5%	2.7%	3.3%	3.5%	3.5%	3.3%	3.2%	3.5%	2.9%	2.6%	2.5%	2.5%
	Banks				4.9%	7.3%	10.1%	8.4%	9.9%	9.7%	11.5%	9.2%	10.9%	10.0%	11.1%	9.5%	8.4%	6.6%	6.0%
	Services				5.1%	5.1%	4.9%	4.9%	4.7%	5.1%	5.8%	5.8%	5.8%	6.2%	6.5%	6.3%	6.4%	6.9%	7.7%
	Of which: Public				0.6%	0.5%	0.5%	0.5%	0.7%	1.1%	1.3%	1.2%	1.3%	1.3%	1.4%	1.3%	1.3%	1.3%	1.5%
	Of which: Private (e.g., Telecommunication)				4.5%	4.6%	4.4%	4.4%	4.1%	4.0%	4.5%	4.6%	4.4%	4.9%	5.1%	5.0%	5.1%	5.6%	6.2%
	Households				23.0%	22.9%	21.9%	22.6%	23.2%	23.3%	22.9%	24.4%	24.4%	24.6%	24.9%	24.9%	26.2%	26.3%	25.8%
	Of which: Credit card advances				0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.6%
	Of which: Installment Loans				17.1%	17.5%	17.0%	17.5%	18.1%	18.5%	18.1%	19.8%	19.8%	19.9%	20.3%	20.3%	21.5%	21.6%	21.1%
	Of which: Consumer loans				5.3%	5.0%	4.5%	4.6%	4.5%	4.3%	4.3%	4.1%	4.1%	4.2%	4.2%	4.1%	4.1%	4.2%	4.1%
	Other				7.6%	7.0%	5.6%	7.1%	6.3%	5.9%	5.0%	5.3%	4.8%	5.1%	5.4%	4.9%	4.7%	5.2%	5.2%
AD07	Value (or percentage) of gross NPF by economic activities																		
	Value of gross NPF																		
	Economic activity				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(a) agriculture, forestry, hunting and fishing				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(b) mining and quarrying				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(c) manufacturing				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(d) electricity, gas, steam and air-conditioning supply				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(e) water supply; sewerage and waste management				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(f) construction				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(g) wholesale and retail trade; repair of motor vehicles and motorcycles				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(h) transportation and storage				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(i) accommodation and food service activities				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(j) information and communication				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(k) financial and insurance activities				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(l) real estate activities				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(m) professional, scientific and technical activities				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(n) administrative and support service activities				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(o) public administration and defense; compulsory social security				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(p) education				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(q) human health and social work activities				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(r) arts, entertainment and recreation				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(s) other service activities (export)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(t) activities of households as employers				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(t*) other financing of households				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(u) activities of extraterritorial organisations and bodies				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(u*) financing to nonresidents				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
AD08	Value (or percentage) of returns by major type of Sharī'ah-compliant contract																		
	Total returns				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Murābahah				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Commodity Murābahah / Tawwaruq				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Salam				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Istisnā'				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Ijārah/Ijārah Muntahia Bittamlik				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Muḍārabah				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Mushārahah				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Diminishing Mushārahah				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Wakālah				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Qarḍ Hassan				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Others				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...

Code	Indicator	Standard	Currency	Units	2013A	2014Q1	2014Q2	2014Q3	2014Q4	2015Q1	2015Q2	2015Q3	2015Q4	2016Q1	2016Q2	2016Q3	2016Q4	2017Q1	2017Q2
	(i)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(ii)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(iii)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Others				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
Structural Islamic Financial Indicators (SIFIs)																			
Code	Indicator		Currency	Units	2013A	2014Q1	2014Q2	2014Q3	2014Q4	2015Q1	2015Q2	2015Q3	2015Q4	2016Q1	2016Q2	2016Q3	2016Q4	2017Q1	2017Q2
ST01	Number of Islamic banks		<i>n.a</i>	G	6	6	6	6	6	6	6	6	6	6	6	6	6	6	6
	Number of domestic branch offices		<i>n.a</i>	G	159	159	163	164	164	165	167	168	171	172	175	177	179	181	182
	Number of ATMs		<i>n.a</i>	G	400	423	403	423	479	487	482	491	517	516	528	524	524	572	589
ST02	Number of employees		<i>n.a</i>	G	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
ST03	Total assets		NC	M	22,626.6	24,143.1	24,919.8	25,459.9	25,813.0	26,114.6	26,638.7	26,237.7	26,382.8	27,030.0	27,353.4	27,239.4	26,889.0	27,392.2	28,324.87
	Total <i>Sharī'ah</i> -compliant financing (excluding interbank financing) ³		NC	M	13,804.3	14,533.3	15,708.4	16,068.9	16,201.2	16,469.3	17,268.5	16,736.6	17,377.9	17,783.2	18,330.9	18,357.3	17,918.7	18,303.2	19,042.14
	Sukūk holdings		NC	M	800.8	862.2	873.0	906.8	1,099.0	1,117.9	1,108.6	1,132.0	1,087.8	1,186.6	1,366.1	1,420.0	1,531.4	1,663.5	1,812.98
	Other <i>Sharī'ah</i> -compliant securities		NC	M	673.6	658.8	574.7	580.8	662.1	655.9	673.6	652.9	641.2	593.1	568.4	528.8	494.4	478.7	466.58
	Interbank financing		NC	M	1,212.8	1,432.8	1,644.1	1,651.8	1,557.2	1,470.4	1,460.5	1,621.9	2,026.7	1,848.5	1,465.3	1,373.7	1,556.0	1,258.0	1,123.06
	All other assets		NC	M	6,135.1	6,656.1	6,119.6	6,251.7	6,293.4	6,401.0	6,127.4	6,094.3	5,249.2	5,618.6	5,622.8	5,559.6	5,388.5	5,688.8	5,880.12
ST04	Total funding/liabilities and equities		NC	M	22,626.6	24,143.1	24,919.8	25,459.9	25,813.0	26,114.6	26,638.7	26,237.7	26,382.8	27,030.0	27,353.4	27,239.4	26,889.0	27,392.2	28,324.87
	Profit-sharing investment accounts (PSIA)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Other remunerative funding (<i>Murābahah</i> , <i>Commodity Murābahah</i> etc.)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Nonremunerative funding (current account, <i>Wadī'ah</i>)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Sukūk issued				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Other <i>Sharī'ah</i> -compliant securities issued				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Interbank funding/liabilities		NC	M	1,791.5	2,362.6	2,648.7	2,340.9	2,470.6	2,485.0	2,596.1	2,315.0	2,200.5	1,907.7	1,916.0	1,500.8	1,123.1	1,192.1	1,298.73
	All other liabilities				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Capital and reserves		NC	M	2,764.0	2,815.3	2,916.6	3,016.7	3,085.7	3,066.6	3,133.0	3,124.8	3,093.2	3,050.4	3,187.9	3,250.9	3,125.9	3,149.2	3,224.68
ST05	Total revenues		NC	M	1,385.7	325.7	637.7	986.3	1,445.8	346.0	675.7	1,013.7	1,469.5	347.4	659.4	1,012.6	1,373.2	353.4	716.02
	FX funding ²		NC	M	824.8	211.8	426.3	689.1	934.0	235.2	468.5	713.8	978.8	247.6	512.0	803.9	1,082.5	265.4	548.99
	Investment based (Sukūk, other <i>Sharī'ah</i> -compliant securities etc.)		NC	M	202.1	45.6	74.4	106.9	235.1	47.5	78.1	105.5	212.5	32.8	46.8	69.6	109.2	28.9	55.41
	Fee based		NC	M	107.6	26.4	54.4	84.8	115.0	26.8	52.9	82.6	115.1	28.8	63.6	94.6	121.3	31.8	62.11
	Other		NC	M	251.3	41.9	82.6	105.6	161.6	36.5	76.2	111.8	163.1	38.2	37.0	44.5	60.3	27.2	49.50
ST06	Earnings before taxes and Zakat		NC	M	221.8	63.1	125.6	185.7	281.8	78.2	153.1	236.9	320.7	75.8	142.8	230.5	291.6	88.8	176.08
ST07	Value (or percentage) of financing by type of <i>Sharī'ah</i>-compliant contract																		
	Total financing ³		NC	M	13,824.6	14,541.8	15,726.8	16,086.8	16,222.9	16,450.0	17,247.4	16,713.6	17,353.2	17,758.9	18,330.9	18,357.3	17,918.7	18,303.2	19,042.14
	<i>Murābahah</i>		NC	M	7,564.5	7,722.8	9,303.2	9,695.0	9,911.9	10,248.2	10,688.7	10,006.4	9,480.6	9,619.3	9,760.1	9,790.9	9,229.7	9,549.7	8,743.71
	<i>Commodity Murābahah/ Tawwaruq</i>		NC	M	3,022.0	3,245.5	3,068.8	3,066.6	3,037.4	2,766.8	3,227.2	3,279.0	4,294.7	4,580.0	4,988.8	5,323.3	5,456.9	5,538.9	5,790.78
	<i>Salam</i>		NC	M	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	<i>Istisnā'</i>		NC	M	15.0	15.0	15.2	14.3	14.1	119.0	13.3	12.6	111.3	13.7	11.4	11.1	10.3	10.4	10.44
	<i>Ijārah / Ijārah Muntahia Bittamlik</i>		NC	M	2,571.4	2,696.2	2,780.2	2,754.6	2,683.9	2,712.6	2,719.1	2,729.6	2,741.7	2,745.9	2,710.4	2,719.3	2,688.2	2,692.3	2,767.98
	<i>Mudārabah</i>		NC	M	236.7	292.7	287.4	201.9	196.8	169.8	167.3	161.2	167.0	175.6	186.6	297.4	309.1	273.6	275.32
	<i>Musharakah</i>		NC	M	42.6	42.7	43.1	38.0	36.3	35.5	29.6	24.9	17.4	18.3	17.3	16.1	14.6	14.8	16.11
	<i>Diminishing Musharakah</i>		NC	M	...	...	...	1.6	1.6	1.3	1.0	0.8	0.8	0.3	0.3	0.3	0.3	0.3	0.26
	<i>Wakālah</i>		NC	M	17.0	16.0	15.5	8.9	10.0	9.7	8.8	7.1	6.0	6.0	7.3	7.0	4.9	4.9	2.63
	<i>Qard Hassan</i>		NC	M	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Others		NC	M	355.4	510.8	213.4	305.8	331.0	387.2	392.2	491.9	533.7	599.9	648.6	191.9	204.6	218.3	1,434.91
	(i)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(ii)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	(iii)				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
	Others				...	...	...	...	...	...	...	...	...	...	...	...	...	...	...
ST08	Assets held by domestic systemically important Islamic banks⁴		NC	M	18,453.0	19,800.8	20,302.9	20,719.2	20,778.8	20,893.2	21,255.3	20,654.3	20,431.0	20,879.3	24,389.7	24,151.1	23,673.3	23,899.0	24,691.17

Source: Central Bank of Kuwait

Note:

Code	Indicator	Standard	Currency	Units	2013A	2014Q1	2014Q2	2014Q3	2014Q4	2015Q1	2015Q2	2015Q3	2015Q4	2016Q1	2016Q2	2016Q3	2016Q4	2017Q1	2017Q2
G	Indicates General Number																		
M	Indicates Millions																		
NC	Indicates National Currency																		
n.a	Not applicable																		
(...)	Indicates the data is not available																		

* Starting from Q4 2014 all regulatory data are calculated according to Basel III.

Compilers are requested to report the values from other types of Shariah-compliant contracts, if any, by extending the list (for example, Bai Ajil, Bai Bithaman Ajil (BBA), Ju'alah etc.). Thereafter, the 'Other' category covers the remaining amount.

1 Tier 1 net of Supervisory deductions.

2 Excluding interbank financing/funding.

3 This number was adjusted as a result of adjusting the interbank financing. The number is reported as gross.

4 The mechanism developed to deal with D-SIBs is based on five major factors: size, interconnectedness, un-substitutability, complexity and domestic sentiment. In addition, each factor has its sub-factors.

5 These indicators use annualized data.